IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

APPLE INC.,)
Plaintiff,)) C.A. No. 22-1377-MN-JLH
v.) JURY TRIAL DEMANDED
MASIMO CORPORATION and SOUND UNITED, LLC,)
Defendants.)
MASIMO CORPORATION,)
Counter-Claimant,)
v.))
APPLE INC.,))
Counter-Defendant.)
APPLE INC.,	
Plaintiff,)
v.) C.A. No. 22-1378-MN-JLH
MASIMO CORPORATION and SOUND UNITED, LLC,) JURY TRIAL DEMANDED)
Defendants.)
MASIMO CORPORATION and CERCACOR LABORATORIES, INC.,)
Counter-Claimants,))
v.	,))
APPLE INC.,))
Counter-Defendant.)

PLAINTIFF AND COUNTERCLAIM-DEFENDANT APPLE INC.'S REPLY IN SUPPORT OF ITS RENEWED MOTION TO DISMISS AND STRIKE

Masimo had agreed that the Court should reissue its prior Report and Recommendation ("R&R"), and nominally confirms that in its Opposition. D.I 174 (-1377); D.I 171 (-1378). But rather than merely incorporate by reference its prior briefing on the earlier motions to dismiss and to strike, as this Court ordered, Hr. Tr. (July 7, 2023) at 40, Masimo instead injects a discovery issue and encourages the Court to modify its R&R to preemptively address that issue. The Court should decline to do so for several reasons. First, to the extent Masimo seeks any modification of the R&R, it should do so through the objections process. **Second**, to the extent Masimo wants this Court to address a discovery dispute, it should follow the Court's procedures for raising those disputes so that the Court has the benefit of proper briefing on those issues, instead of having to decide the issue on the basis of Masimo's superficial and incomplete characterization of Apple's positions and the underlying requests. Finally, to the extent Masimo contends it would be somehow improper—in deciding that future discovery motion—for this Court to limit or even foreclose sweeping discovery on invalid antitrust theories, Masimo is wrong as a matter of law. There is no legal basis to "permit a single viable theory to 'carry' otherwise wholly deficient theories of liability through to the summary judgment stage" just because "all of the theories were pressed into a single counterclaim." IBM v. Priceline Grp. Inc., 2017 WL 1349175, at *7 (D. Del. Apr. 10, 2017). For that reason, "[c]ourts in this circuit ... do not agree that bundling of good and bad claims should shield inadequate allegations from scrutiny." loanDepot.com v. CrossCountry Mortg., Inc., 399 F. Supp. 3d 226, 235 (D.N.J. 2019). Doing otherwise would award "a discovery windfall for using" a single claim "to smuggle in" legally invalid theories of liability. FTC v. Facebook, Inc., 581 F. Supp. 3d 34, 61 (D.D.C. 2022).

Accordingly, this Court should reissue its R&R, and address any forthcoming discovery disputes in due course after affording both sides the opportunity to fully brief those issues.

Respectfully submitted,
POTTER ANDERSON & CORROON LLP

OF COUNSEL:

John M. Desmarais Jordan N. Malz Cosmin Maier Kerri-Ann Limbeek Jeffrey Scott Seddon, II DESMARAIS LLP 230 Park Avenue New York, NY 10169 Tel: (212) 351-3400

Peter C. Magic DESMARAIS LLP 101 California Street San Francisco, CA 94111 Tel: (415) 573-1900

Jennifer Milici Leon B. Greenfield Dominic Vote WILMER CUTLER PICKERING HALE AND DORR LLP 2100 Pennsylvania Avenue NW Washington, DC 20037 Tel: (202) 663-6000

Mark A. Ford
WILMER CUTLER PICKERING HALE
AND DORR LLP
60 State Street
Boston, MA 02109
Tel: (617) 526-6423

Dated: July 14, 2023 10915497 / 12209.00051

By: /s/ David E. Moore
David E. Moore (#3983)
Bindu A. Palapura (#5370)
Andrew L. Brown (#6766)
Hercules Plaza, 6th Floor
1313 N. Market Street
Wilmington, DE 19801
Tel: (302) 984-6000
dmoore@potteranderson.com

dmoore@potteranderson.com bpalapura@potteranderson.com abrown@potteranderson.com

Attorneys for Plaintiff/Counter-Defendant Apple Inc.